



INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

To
The Members of
Community Reconstruction of Social Service

Report on the Financial Statements:

We have audited the Financial Statements of Community Reconstruction of Social Service, Velkur Village & Post, G.D. Nellore Mandal, Chittoor District - 517 125 A.P. ("the Society"), which comprise of Balance Sheet as at 31st March 2023 vide "Project: CROSS – FCS BIOGAS" and the Income & Expenditure account and the Receipts and Payments account for the year ended 31st March 2023 and the notes to the financial statements consisting of summary of significant accounting policies.

In our opinion and to the best of our information and according to the explanations given to us,

These Financial Statements of accounts of Community Reconstruction of Social Service, Chittoor give a true and fair view of the financial position of the Society as at 31st March 2023 and of its financial performance for the year then ended in accordance with the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).

Basis for Opinion:

We have conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statement* section of our report. We are independent of the "Community Reconstruction of Social Service, Chittoor" in accordance with the Code of Ethics issued by the ICAI, and have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and those charged with Governance for the Financial Statement:

Management is responsible for the preparation and fair presentation of these financial statements that give a true and fair view of the state of affairs and results of operations in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of these Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.



Those charged with governance are responsible for overseeing the Organization's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statement:
Our objectives are to;

1. Obtain reasonable assurance about whether the financial statements as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Standards on Auditing (SAs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. Identify and assess the risks of material misstatement of these Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, if any, and related disclosures made by management.,
4. Evaluate the overall presentation, structure and content of these Financial Statements, including the disclosures, and whether these Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
5. We have communicated with those charged with governance regarding, among other matters, significant audit findings, including any significant deficiencies in internal control that we identified during our audit.

Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with the Standards of Auditing (SA) as prescribed by the Institute of Chartered Accountants of India (ICAI). These Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether these Financial misstatements.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in these Financial Statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement, of these Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the entity's preparation and fair presentation of these Financial Statements in order to design audit procedures that are appropriate in the circumstance, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of these financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



For J S A S & Associates
Chartered Accountants
(Firm Registration Number. 0148595)

John Ravindran Moses
Partner
(Membership Number. 028566)
UDIN: 23028566BGXTSG8066

Place: Chennai
Date: 11.08.2023

COMMUNITY RECONSTRUCTION OF SOCIAL SERVICE

Velkur Village, G.D Nellore Mandal 517125

Project: CROSS-FCS BIOGAS

Receipts and Payments account for the year ended 31st March 2023

Receipts		Amount	Payments		Amount
Opening Balance:			Bio Gas Project Expenses:		
	Cash in Hand	128.00	Village Volunteers Stipends		1,53,150.00
	Cash at Bank	51,624.11	Fuel and Maintenance of Motorcycles		1,20,026.00
			Repairs and Maintenance		74,060.00
Donations		27,65,000.00	UNFCCC Issuance Fee		1,09,060.00
Bank Interest		2,542.00	Office Running Costs & Administration		1,76,082.00
Loans and Advances:			Staff Salaries		11,90,000.00
TDS Deducted		2,000.00	Staff Family Insurance		66,252.00
			Village Volunteer and Staff Review Meeting		28,751.00
			12AB Revalidation Consulting Charges		15,400.00
			Audit Fees		23,600.00
			IT E Filing Fees		2,750.00
			Bank Charges		382.26
			Property, Plant & Equipment		
			Laptop		21,000.00
			Loans and Advances:		
			TDS Paid		2,000.00
			Closing Balance:		
				Cash in Hand	45.00
				Cash at Bank	8,38,735.85
Total		28,21,294.11	Total		28,21,294.11

REFERRED TO IN MY REPORT OF EVEN DATE

For J S A S & Associates

Chartered Accountants

(Firm Registration Number. 0148595)

John Ravindran Moses

Partner

(Membership No. 028566)

UDIN: 23028566BGXTSG8066



Place: Chennai

Date: 11.08.2023

COMMUNITY RECONSTRUCTION OF SOCIAL SERVICE

Velkur Village, G.D Nellore Mandal 517125

Project: CROSS-FCS BIOGAS

Income and Expenditure account for the year ended 31st March 2023

Expenditure	Amount	Income	Amount
Bio Gas Project Expenses:		Donations	27,65,000.00
Village Volunteers Stipends	1,53,150.00	Bank Interest	2,542.00
Fuel and Maintenance of Motorcycles	1,20,026.00		
Repairs and Maintenance	74,060.00		
UNFCCC Issuance Fee	1,09,060.00		
Office Running Costs & Administration	1,76,082.00		
Staff Salaries	11,90,000.00		
Staff Family Insurance	66,252.00		
Village Volunteer and Staff Review Meeting	28,751.00		
12AB Revalidation Consulting Charges	15,400.00		
Audit Fees	23,600.00		
IT E Filing Fees	2,750.00		
Bank Charges	382.26		
Depreciation	46,105.35		
Excess of Income over Expenditure	7,61,923.39		
Total	27,67,542.00	Total	27,67,542.00

REFERRED TO IN MY REPORT OF EVEN DATE

For J S A S & Associates

Chartered Accountants

(Firm Registration Number. 0148595)

John Ravindran Moses

Partner

(Membership No. 028566)

UDIN: 23028566BGXTSG8066



Place: Chennai

Date: 11.08.2023

COMMUNITY RECONSTRUCTION OF SOCIAL SERVICE

Velkur Village, G.D Nellore Mandal 517125

Project: CROSS-FCS BIOGAS

Balance Sheet as at 31st March 2023

Value as at 31-Mar-22	Liabilities	Value as at 31-Mar-23	Value as at 31-Mar-22	Assets	Value as at 31-Mar-23
	GENERAL FUND		2,55,459.87	PROPERTY, PLANT AND EQUIPMENT	2,30,354.52
	Add Excess of Income	(4,42,25,788.02)		(as per Schedule)	
		<u>7,61,923.39</u>		CURRENT ASSETS	6,02,000.00
		(4,34,63,864.63)		Excavation advance	14,000.00
4,51,60,000.00	Retired Carbon offsets	4,51,60,000.00		Advance Paid to Staff	11,000.00
				Rental Advance	45.00
				Cash in Hand	8,38,735.85
				Cash at Bank	
				MISCELLANEOUS EXPENDITURE	
				Excess of Expenditure	4,34,63,864.63
4,51,60,000.00	TOTAL	4,51,60,000.00	4,51,60,000.00	TOTAL	4,51,60,000.00

REFERRED TO IN MY REPORT OF EVEN DATE

For J S A S & Associates

Chartered Accountants

(Firm Registration Number. 0148595)



John Ravindran Moses

Partner

(Membership No. 028566)

UDIN: 23028566BGXTSG8066

Place: Chennai

Date: 11.08.2023

COMMUNITY RECONSTRUCTION OF SOCIAL SERVICE

Velkur Village, G.D Nellore Mandal 517125

Project: CROSS-FCS BIOGAS

Schedule: Property, Plant and Equipment

Sl. No.	Name of the Assets	Rate of Depn	Value as on 31.03.2022	Additions		Total	Depreciation	WDV as on 31.03.2023
				> 182 Days	< 182 Days			
1	Motor Cycles	15%	1,69,584.76			1,69,584.76	25,437.71	1,44,147.05
2	Camera	15%	8,897.26			8,897.26	1,334.59	7,562.67
3	Hard Disk	40%	29.86			29.86	11.94	17.92
4	Furniture	10%	14,661.40			14,661.40	1,466.14	13,195.26
5	UPS	40%	447.90			447.90	179.16	268.74
6	D Link Wifi Modem	15%	817.45			817.45	122.62	694.83
7	Stabilizer	15%	6,090.96			6,090.96	913.64	5,177.32
8	Tubular Batteries	15%	25,646.17			25,646.17	3,846.93	21,799.24
9	GPS Machine	15%	3,658.35			3,658.35	548.75	3,109.60
10	Equipment	15%	25,625.76			25,625.76	3,843.86	21,781.90
11	Laptop	40%		21,000.00		21,000.00	8,400.00	12,600.00
	TOTAL		2,55,459.87	21,000.00	-	2,76,459.87	46,105.35	2,30,354.52



NOTES TO BALANCE SHEETS AND INCOME AND EXPENDITURE

Significant Accounting Policies:

a. Basis of accounting and Preparation of Financial Statement:

The Financial Statements are prepared under historical cost convention on accrual basis of accounting complying in all material aspects with applicable Accounting Principles and the Accounting Standard generally accepted in India.

b. Revenue Recognition:

Income is recognized on cash basis.

1. All donations are recognized as income and accounted on receipt of donations
2. Government grant is recognized on accrual basis.

c. Property, Plant and Equipment

Fixed assets are stated at their historical cost of acquisition or construction, less accumulated depreciation. Cost includes all cost incurred to bring the asset to their working condition and location.

d. Employee Benefits:

Financial Statements are prepared on cash basis. Retirement benefits to employees will be recognized and accounted in the year they arise.

